

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)
GARRARD COUNTY WATER ASSOCIATION) CASE NO. 93-250

O R D E R

On July 19, 1993, Garrard County Water Association ("Garrard") filed its revised tariff sheet with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water procedure KRS 278.015 and KAR 5:068.

The Commission, having reviewed the evidence of record and being otherwise sufficiently advised, finds that:

1. Garrard purchases its water from the city of Lancaster ("Lancaster").

2. Lancaster increased its rates for water sold to Garrard from \$1.28 to \$1.34 per 1,000 gallons effective July 8, 1993.

3. Garrard proposes to increase the rates to its customers effective August 10, 1993.

4. During the 12 months ending May 31, 1993, Garrard purchased 169,194,600 gallons of water from Lancaster and sold 137,334,440 gallons of water during the same 12-month period.

5. The increase in the cost of the purchased water is \$10,152, resulting in a purchased water adjustment of 7 cents per 1,000 gallons. Based on an average of 5,000 gallons, the average bill of Garrard's residential customers would increase \$0.35 from \$24.20 to \$24.55, or 1.45 percent.

6. Water received at a loading station is acquired through a vending machine that can only be regulated in 25 cent increments. The Loading Station Rate should remain at \$4.00 per 1,000 gallons.

7. The purchased water adjustment of 7 cents per 1,000 gallons of water and the rates in Appendix A are fair, just and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

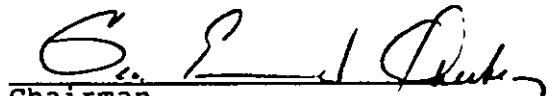
1. The purchased water adjustment of 7 cents per 1,000 gallons of water and the rates in Appendix A, attached hereto and incorporated herein, are approved for service rendered on and after August 10, 1993.

2. Within 30 days of the date of this Order, Garrard shall file revised tariff sheets setting out the rates approved herein.


3. Within 30 days of the date of this Order, Garrard shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 11th day of August, 1993.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 93-250 DATED AUGUST 11, 1993

The following rates and charges are prescribed for the customers in the area served by Garrard County Water Association, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RESIDENTIAL, FARM, AND SMALL COMMERCIAL

5/8" x 3/4" Meter Schedule

First 1,000 gallons	\$9.57 (Minimum Bill)
Next 1,000 gallons	4.67 per 1,000 gallons
Next 1,000 gallons	3.57 per 1,000 gallons
Next 2,000 gallons	3.37 per 1,000 gallons
All Over 5,000 gallons	3.07 per 1,000 gallons

LARGE COMMERCIAL, DAIRY FARM, AND SCHOOL CONNECTIONS

1" Meter Schedule

First 5,000 gallons	\$24.55 (Minimum Bill)
All Over 5,000 gallons	3.07 per 1,000 gallons

1 1/2" Meter Schedule

First 10,000 gallons	\$39.90 (Minimum Bill)
All Over 10,000 gallons	3.07 per 1,000 gallons

2" Meter Schedule

First 25,000 gallons	\$85.95 (Minimum Bill)
All Over 25,000 gallons	3.07 per 1,000 gallons

BULK SALES

\$4.00 per 1,000 gallons

Rates based on monthly consumption

Penalty of 10% to all unpaid bills 20 days from date of bill.